

COMMITTEE ON LEGISLATIVE RESEARCH
OVERSIGHT DIVISION

FISCAL NOTE

L.R. No.: 3233-01
Bill No.: HB-1158
Subject: Law Enforcement Officers: Salaries
Type: Original
Date: January 17, 2002

FISCAL SUMMARY

ESTIMATED NET EFFECT ON STATE FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
General Revenue	(\$51,645)	(\$1,354,655)	(\$1,356,048)
Policemen & Sheriff's Deputy Trust	\$0	\$0	\$0
Total Estimated Net Effect on <u>All</u> State Funds *	(\$51,645)	(\$1,354,655)	(\$1,356,048)

*** Funding subject to appropriation by the General Assembly.**

ESTIMATED NET EFFECT ON FEDERAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Total Estimated Net Effect on <u>All</u> Federal Funds	\$0	\$0	\$0

ESTIMATED NET EFFECT ON LOCAL FUNDS			
FUND AFFECTED	FY 2003	FY 2004	FY 2005
Local Government*	\$0	\$0	\$0

*** Funding subject to appropriation by the General Assembly.**

Numbers within parentheses: () indicate costs or losses.

This fiscal note contains 5 pages.

FISCAL ANALYSIS

ASSUMPTION

Officials of the **Office of State Treasure** assume no fiscal impact.

Officials of the **Department of Public Safety (DPS)** assume no fiscal impact.

Officials of the Office of Administration did not respond to the fiscal note request. In response to identical legislation of last session the Office of Administration issued the following estimate of fiscal impact to the State's General Revenue Fund.

Officials of the **Office of Administration (OA)** stated that they would need one FTE, an Accounting Analyst I, beginning in FY 2003 to administer the program. The new duties would be to survey cities and counties and gather payroll records to ensure accuracy and compliance with the statute on an on-going basis. Officials estimate costs of personal services, fringe benefits, equipment, and expense for 10 months at \$51,645 in FY 2003; \$54,655 in FY 2004; and \$56,048 in FY 2005. OA officials estimate the annual costs for increasing the salaries of Policemen and Sheriff's Deputies to a minimum of \$20,000 at \$1,300,000 annually beginning in FY 2004. **Oversight made inflation and cost of living adjustments to last year figures.**

Also responding to fiscal note number 66-01 of last session was several political subdivisions.

Officials of the cities of **Hannibal, Moberly, Kirksville, St. Joseph, Poplar Bluff, and Mexico** stated that their cities currently pay above the minimum established in this proposal, and assume there would be no fiscal impact. The counties of **Lawrence** and **Ozark** assume no fiscal impact.

LONG RANGE IMPACT:

This proposal has a sunset date of July 1, 2007.

<u>FISCAL IMPACT - State Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
GENERAL REVENUE FUND			
<u>Cost</u> to Office of Administration			
Personal Service (1.0 FTE)	(\$29,592)	(\$36,398)	(\$37,308)
Fringe Benefits	(\$10,656)	(\$13,107)	(\$13,435)
Equipment and Expense	(\$11,397)	(\$5,150)	(\$5,305)
Total costs to Office of Administration	<u>(\$51,645)</u>	<u>(\$54,655)</u>	<u>(\$56,048)</u>
 <u>Cost</u> to General Revenue Fund from appropriation to Policemen and Sheriff's Deputy Trust Fund *	 <u>\$0</u>	 <u>(\$1,300,000)</u>	 <u>(\$1,300,000)</u>
 TOTAL ESTIMATED NET EFFECT TO GENERAL REVENUE FUND *	 <u>(\$51,645)</u>	 <u>(\$1,354,655)</u>	 <u>(\$1,356,048)</u>

* Funding is subject to appropriation.

**POLICEMEN AND SHERIFF'S
DEPUTY TRUST FUND**

<u>Income</u> to Policemen & Sheriff's Deputy Trust Fund from State's General Revenue Fund	\$0	\$1,300,000	\$1,300,000
 <u>Cost</u> to Policemen & Sheriff's Deputy Trust Fund for payment of salaries to certain local governments	 <u>\$0</u>	 <u>(\$1,300,000)</u>	 <u>(\$1,300,000)</u>
 TOTAL ESTIMATED NET EFFECT TO POLICEMEN & SHERIFF'S DEPUTY TRUST FUND *	 <u>\$0</u>	 <u>\$0</u>	 <u>\$0</u>
*Subject to appropriation			

<u>FISCAL IMPACT - Local Government</u>	FY 2003 (10 Mo.)	FY 2004	FY 2005
<u>Income</u> to Certain Local Governments from Policemen & Sheriff's Deputy Trust Fund	\$0	\$1,300,000	\$1,300,000
<u>Cost</u> to Certain Local Governments for supplementing law officer's salaries	<u>\$0</u>	<u>(\$1,300,000)</u>	<u>(\$1,300,000)</u>
ESTIMATED NET EFFECT TO CERTAIN LOCAL GOVERNMENTS *	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>

*** Payment for salaries are subject to appropriation by the General Assembly.**

FISCAL IMPACT - Small Business

No direct fiscal impact to small businesses would be expected as a result of this proposal.

DESCRIPTION

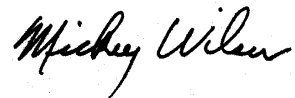
This bill creates within the state treasury the Policemen and Sheriff's Deputies Trust Fund. Beginning July 1, 2004, the minimum salary for all full-time Police Officers and Deputy Sheriffs in the state will be \$20,000. Political subdivisions unable to achieve the minimum salary requirements for full-time peace officers may use moneys from the trust fund to fulfill those requirements. The bill also requires that moneys needed to operate the fund be appropriated by the General Assembly.

The provisions of the bill expire July 1, 2007.

This legislation is not federally mandated, would not duplicate any other program and would not require additional capital improvements or rental space.

SOURCES OF INFORMATION

State Treasurer's Office
Office of Administration
Department of Public Safety

A handwritten signature in black ink that reads "Mickey Wilson". The signature is written in a cursive, flowing style.

Mickey Wilson, CPA
Acting Director
January 17, 2002